

**Methodist Conference  
Property at Central Hall  
Westminster**

**Annual Report and Consolidated  
Financial Statements**

31 August 2023

Charity Commission registered number: 1133912

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## Reference and administrative information

<b>Trustees</b>	Rev Nigel Cowgill (Chair) Mr Joseph Adjui Mr Bala Gnanapragasam (Secretary) Mr Nevil Tomlinson (Treasurer) Mrs Ama Ackah-Yensu Ms Ruby Beech Rev Anthony Miles Mrs Judith Mitchell Rev Lansford Penn-Timity Dr Joanna Williamson
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<b>Executive Directors</b>	Sarah Ainsworth Sarah Franczak
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<b>Auditor</b>	Buzzacott LLP 130 Wood Street London EC2V 6DL
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<b>Bankers</b>	HSBC Bank PLC The Peak 333 Vauxhall Bridge Road London SW1V 1EJ
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<b>Solicitors</b>	Pothecary Witham Weld 70 St George's Square London SW1V 3RD
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The Trustees present their statutory report together with the accounts of Methodist Conference Property at Central Hall Westminster for the year ended 31 August 2023. The accounts have been prepared in accordance with the accounting policies set out on pages 17 to 21 of the attached accounts and comply with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102).

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

The governing body of the Methodist Church is the Conference. The authority under which the Conference acts is legally given by the 1976 Methodist Church Act. The names and addresses of the advisors to the Conference can be found in the Trustees' Report of the Methodist Church Fund.

Each year the Conference appoints the Managing Trustees ("the Trustees") of the Methodist Conference Property at Central Hall Westminster ("the Trust"). The Trustees hold the property upon the model trusts contained in the Methodist Church Act 1976. The governing document is the Model trusts. The Trustees are responsible for making recommendations to the Conference for the appointment of Trustees for the following year. The Chair and Secretary of the Trust offer training to new Trustees on appointment in the form of personal induction.

### **Trustees**

The Trustees work closely with the ministerial staff and officers of the church known as Methodist Central Hall Westminster (the Church) which is based at Central Hall Westminster. The superintendent minister (Rev Anthony Miles) and five other members of the Church are Trustees. A trading company (Central Hall Westminster Limited) is wholly owned by the Trust. The principal activity of the company is the letting and rental of facilities at Central Hall Westminster.

The current Trustees and those who served in the year to 31 August 2023 and up to the date of signature of this report are as follows:

#### **Trustee**

Rev Nigel Cowgill (Chair)	Mr Alan Eccles (to 27 February 2024)
Mr Bala Gnanapragasam (Secretary)	Mr Wesley Gibbs (to 27 February 2024)
Mr Nevil Tomlinson (Treasurer)	Mr Joseph Adjui (from 18 April 2024)
Mrs Ama Ackah-Yensu	Mr Martin Lougher (to 27 February 2024)
Mr Kojo Amoah-Arko (to 31 August 2023)	Rev Anthony Miles
Mr Joseph Anoom (to 31 August 2023)	Mrs Judith Mitchell (from 1 September 2023)
Ms Ruby Beech	Rev Lansford Penn-Timothy
Mr Michael Davies (to 31 August 2023)	Dr Joanna Williamson

Trustees meet three times a year and are supported in their work by the following committees:

- ◆ Audit Committee\*
- ◆ Hall Fabric Committee\*

## **STRUCTURE, GOVERNANCE AND MANAGEMENT** (continued)

### **Trustees** (continued)

The Board of Directors of Central Hall Westminster Limited meet quarterly. They delegate the day-to-day management of the commercial activities to the Chief Executive Officer, assisted by a Chief Operating Officer and a Chief Financial Officer all of whom have an ex officio position on the Board of Directors. The Board of Directors is supported in its oversight by the following committees:

- ◆ Audit Committee\*
- ◆ Hall Fabric Committee\*
- ◆ Finance and Operations Committee
- ◆ Remuneration and Nominations Committee
- ◆ Health and Safety Committee

\* Denotes a joint Committee of the Trust and Central Hall Westminster Limited

No Trustees received remuneration for their services as Trustees. Pay and remuneration of the key management personnel is set by the Remuneration and Nominations Committee who pay due regard to market rates and take advice from external consultants, where necessary. Performance related pay is determined in the context of pre-set performance targets. Pay progression is informed through formalised appraisals and performance against objectives.

## **OBJECTIVES AND ACTIVITIES**

The object of the Trust is the provision of funds to support the work of the Methodist Church and to maintain an on-going programme of refurbishment of the Methodist Central Hall Westminster, which is its principal asset.

Careful consideration of the Charity Commission's general guidance on public benefit has been borne in mind in reviewing the objectives of the Trust and planning activities. The Trustees consider the current activities as detailed in this report deliver public benefit.

The Trustees are responsible for the following:

- ◆ providing resources to support the work of the Church;
- ◆ ensuring that maximum use is made of the building to the benefit of the Trust;
- ◆ maintaining a programme of maintenance and refurbishment of the Methodist Central Hall; and
- ◆ the overall strategic direction of the subsidiary, Central Hall Westminster Limited.

## **OBJECTIVES AND ACTIVITIES** (continued)

### **Main objectives for the year**

The main objectives for the year were:

- ◆ to continue to provide resources to support the work of the Church;
- ◆ to support the company as it rebuilt its business following the lifting of Covid-19 restrictions;
- ◆ to ensure that maintenance of the building continued; and
- ◆ to operate within the financial restraints of our borrowing facilities and ensure loan repayment obligations are met

## **ACHIEVEMENTS AND PERFORMANCE**

As well as running its in-person services and activities, the Church continued with its popular online services first introduced at the start of the Covid pandemic. The Trust's annual grant to the Church was increased from £130,000 to £180,000 which is still below its normal level. This had a serious impact on the Church's reserves but this was corrected by the Church launching an appeal to its members which raised £73,000 in July and August.

Central Hall Westminster Ltd increased its revenue during the year but was impacted by exceptional increases in energy costs and by higher staff costs as it rebuilt its staff levels following Covid. It incurred a loss which in turn squeezed our financial capability to meet all of the Trust's objectives. The great flexibility of our building and our staff was displayed following the death of Queen Elizabeth II when long planned arrangements led to Central Hall becoming a hive of activity and our views over Westminster Abbey were central to television broadcasts.

The latest quinquennial inspection report was received in April 2022, with the building reported as being well maintained and in good condition. We continued a programme of proactive maintenance, whilst systematically addressing matters raised in the quinquennial report and by the end of 2023 all urgent matters had been dealt with. Capital expenditure continues at less than half of its pre Covid level due to financial constraints.

All scheduled loan repayments were made on time but the Trust was sometimes, but not always, in breach of the covenants set out in its £1.5million loan from HSBC. The overdraft remained within the limit of its agreed facility of £1.5million, but it has exceeded this figure on occasions since the end of the year.

HSBC have been supportive throughout the period since the end of year and issued a temporary increase to the overdraft limit to the value of £2.0million. Following receipt of the £4.0million grant, referenced below, the overdraft and loan have both been repaid.

## **FINANCIAL REVIEW**

The year under review saw an increase in income to £8,551,000 compared to the prior year (2022: £5,879,000) reflecting the re-opening of the conference centre following the Covid-19 pandemic, although trading was still below the pre-pandemic level. There was a net loss (expenditure exceeding income) of £955,000 (2022: £376,000 loss) costs. The Trust allocated £576,000 (2022: £478,000) for charitable activities, including a grant of £180,000 (2022: £130,000) to the Church. The Trust has invested in a further £217,000 (2022: £160,000) of improvements to Central Hall Westminster in addition to its annual maintenance spend, in the region of £500,000 and a programme of redecoration. Total net debt reduced from £3,017,000 at 31 August 2022 to £2,389,000 at 31 August 2023.

## **Receipt of Grant**

On 25 April 2024 the Trust received a grant of £4,000,000 from the Methodist Church of Great Britain. The purpose of the grant is to compensate the Trust for losses incurred as a result of the enforced closure of the building during the Covid emergency and whilst it re-established commercial operations in the following years. The grant does not include any restrictions concerning the use of the funds.

## **Risks**

The Trustees have examined the principal areas of their operations and considered what major risks could arise in each of these areas. In the opinion of the Trustees, resources and review systems have been established which, in normal conditions, should allow the risks identified by them to be mitigated to an acceptable level in their day-to-day operations.

The most significant risk identified by the Trustees to the continued achievement of their objectives is the reliance upon the trading subsidiary, Central Hall Westminster Limited, meeting its financial targets. Strategies that the Trustees have adopted to mitigate this risk include regular meetings of the Chair, Secretary and Treasurer with senior representatives of the Company and the Church, as well as a review of the Company's financial position and outlook at each meeting of the Trustees.

## **Reserves**

Following receipt of the £4,000,000 grant, the Trustees have used a risk-based approach to establish a new reserves policy. The most significant risk is failure of the Company to meet its financial targets. Except when the business was closed for 18 months during the Covid crisis, the worst annual loss reported by the Company in the last 20 years has been about £1,000,000 after adjusting for inflation.

The Trustees have therefore determined that their reserves policy is for the Trust (and not the Company) to hold a cash reserve of £1,000,000.

## **FINANCIAL REVIEW** (continued)

### **Reserves** (continued)

At 31 August 2023, the Trust held cash of £20,000 (2022 £60,000). A cash reserve will be established at 31 August 2024 although the amount is not yet certain. Since the receipt of the £4.0 million grant, the Trust has held cash balances of at least £500,000 but some of this is required to cover routine expenditure.

### **Assessment of going concern**

The Trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable group to continue as a going concern. The Trustees have made this assessment for a period of at least one year from the date of approval of the financial statements.

A review of the Balance Sheet shows net current liabilities of £3,459,339 at 31 August 2023 (2022: £2,148,199). Included within net current liabilities are £2,141,718 (2022: £1,233,374) of deferred income representing amounts invoiced to clients ahead of events by the Company. The Company's business model is that clients hiring the facilities pay in advance. These deposits are not ordinarily refundable to clients. The net current liabilities shown in the Balance Sheet therefore do not represent a future cash outflow of the Trust.

On 25 April 2024 the Trust received a grant of £4,000,000 from the Methodist Church of Great Britain. The purpose of the grant is to compensate the Trust for losses incurred as a result of the enforced closure of the building during the Covid emergency and whilst it re-established commercial operations in the following years.

The receipt of the grant has enabled the repayment of substantially all short-term and long-term debt of the Trust leaving a cash surplus in both Trust and Company accounts. Cashflow projections indicate that both the Trust and Company will remain in surplus funds for the foreseeable future. After making enquiries the Trustees have concluded that there is a reasonable expectation that the charitable group has adequate resources to continue in operational existence for the foreseeable future. The charitable group therefore continues to adopt the going concern basis in preparing its financial statements.

## **FUTURE PLANS**

As the Company rebuilds its business, it is anticipated that the consolidated results will show a return to profitability. This will support our ability to provide resources to support the work of the Church and undergo the building work identified by the quinquennial inspection and by commercial demands.

Throughout this time, we will seek God's guidance to ensure that mission and ministry will be nurtured and continue to grow in order to meet the needs and aspirations of the 21st century.

### **GRANT MAKING POLICY**

Since its inception, the Trust has provided free resources to the Church in the form of free accommodation, including payment of utilities, maintenance, cleaning and security. The Trust will continue to provide those resources. Traditionally, the Trust has also paid a monthly cash grant to the Church. Payment ceased from February 2024 due to financial constraints and has not resumed since then. Following the receipt of £4,000,000 from the Methodist Church of Great Britain on 25 April 2024, the Trust is preparing a new policy on the payment of future grants.

### **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and the group, and of the income and expenditure of the group for that period. In preparing these financial statements, the Trustees are required to:


- ◆ select suitable accounting policies and then apply them consistently;
- ◆ observe the methods and principles in Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102);
- ◆ make judgments and estimates that are reasonable and prudent;
- ◆ state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- ◆ prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, applicable Charity (Accounts and Reports) Regulations and the provisions of the charity's trust deed. They are also responsible for safeguarding the assets of the charity and the group, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT OF TRUSTEES' RESPONSIBILITIES (continued)**

The Trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by order of the members of the Board of Trustees and signed on its behalf by:

Trustee 

Date: 30 May 2024

Rev Nigel Cowgill

**Independent auditor's report to the Trustees of Methodist Conference Property at Central Hall Westminster**

**Opinion**

We have audited the financial statements of Methodist Conference Property at Central Hall Westminster (the 'parent charity') and its subsidiaries (the 'group') for the year ended 31 August 2023 which comprise the consolidated statement of financial activities, consolidated and charity balance sheets, consolidated statement of cash flows, the principal accounting policies and the notes to the financial statements. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- ◆ give a true and fair view of the state of the group's and of the parent charity's affairs as at 31 August 2023 and of their income and expenditure for the year then ended;
- ◆ have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- ◆ have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group and parent charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

### **Other information**

The Trustees are responsible for the other information. The other information comprises the information included in the annual report and consolidated financial statements, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- ◆ the information given in the Trustees' annual report is inconsistent in any material respect with the financial statements; or
- ◆ sufficient accounting records have not been kept by the parent charity; or
- ◆ the parent charity financial statements are not in agreement with the accounting records and returns; or
- ◆ we have not received all the information and explanations we require for our audit.

### **Responsibilities of Trustees**

As explained more fully in the Trustees' responsibilities statement, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the group's and the parent charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or the parent charity or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- ◆ The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- ◆ We identified the laws and regulations applicable to the charity through discussions with key management and from our knowledge and experience of the sector in which the charity operates;
- ◆ We focused on specific laws and regulations which we considered may have a direct material effect on the accounts or the activities of the charity. These included but were not limited to the Charities Act 2011, Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable to the United Kingdom and Republic of Ireland (FRS 102); and
- ◆ We assessed the extent of compliance with the laws and regulations identified above through making enquiries of key management and review of minutes of Trustees' meetings.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- ◆ Making enquiries of key management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- ◆ Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- ◆ Performed analytical procedures to identify any unusual or unexpected relationships;
- ◆ Tested and reviewed journal entries to identify unusual transactions;

**Auditor's responsibilities for the audit of the financial statements** (continued)

- ◆ Tested the authorisation of expenditure;
- ◆ Assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- ◆ Investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- ◆ Agreeing financial statement disclosures to underlying supporting documentation;
- ◆ Reviewing the minutes of meetings of the Trustees; and
- ◆ Enquiring of as to actual and potential litigation and claims.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the Trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

**Use of our report**

This report is made solely to the charity's Trustees, as a body, in accordance with section 144 of the Charities Act 2011 and with regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Buzzacott LLP  
Statutory Auditor  
130 Wood Street  
London  
EC2V 6DL



Date: 30 May 2024

Buzzacott LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

## Consolidated statement of financial activities Year to 31 August 2023

	Note	Un-restricted funds 2023 £	Endowment funds 2023 £	Total funds 2023 £	Un-restricted funds 2022 £	Endowment funds 2022 £	Total funds 2022 £
<b>Income from:</b>							
Trading activities							
. Lettings and hiring		5,964,204	—	5,964,204	4,166,237	—	4,166,237
. Catering		2,353,465	—	2,353,465	1,353,251	—	1,353,251
Investment income from bank deposits		400	—	400	2,176	—	2,176
Other income							
. Insurance claims		67,656	—	67,656	275,960	—	275,960
. Other		165,129	—	165,129	81,396	—	81,396
<b>Total income</b>		<b>8,550,854</b>	<b>—</b>	<b>8,550,854</b>	<b>5,879,020</b>	<b>—</b>	<b>5,879,020</b>
<b>Expenditure</b>							
Expenditure on raising funds:							
. Letting and hiring	3	6,771,514	—	6,771,514	4,415,979	—	4,415,979
. Catering	3	2,007,686	—	2,007,686	1,249,083	—	1,249,083
Expenditure on charitable activities	3	559,836	6,575	566,411	471,199	6,575	477,774
Interest payable		160,082	—	160,082	112,538	—	112,538
<b>Total expenditure</b>		<b>9,499,118</b>	<b>6,575</b>	<b>9,505,693</b>	<b>6,248,799</b>	<b>6,575</b>	<b>6,255,374</b>
<b>Net expenditure</b>	2	<b>(948,264)</b>	<b>(6,575)</b>	<b>(954,839)</b>	<b>(369,779)</b>	<b>(6,575)</b>	<b>(376,354)</b>
<b>Taxation</b>	9	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
		<b>(948,264)</b>	<b>(6,575)</b>	<b>(954,839)</b>	<b>(369,779)</b>	<b>(6,575)</b>	<b>(376,354)</b>
<b>Funds brought forward at 1 September 2022</b>		<b>6,185,806</b>	<b>177,533</b>	<b>6,363,339</b>	<b>6,555,585</b>	<b>184,108</b>	<b>6,739,693</b>
<b>Fund carried forward at 31 August 2023</b>		<b>5,237,542</b>	<b>170,958</b>	<b>5,408,500</b>	<b>6,185,806</b>	<b>177,533</b>	<b>6,363,339</b>

The statement of financial activities contains all gains and losses recognised in the year and the results reported relate to continuing operations.

The total income of the parent charity amounted to £799,114 (2022: £428,238) and total expenditure was £977,819 (2022: £833,381) giving net expenditure for the year of £178,705 (2022: net expenditure of £405,143).

The notes on pages 22 to 30 form part of these financial statements.

# Consolidated balance sheet 31 August 2023

	Notes	2023 £	2023 £	2022 £	2022 £
<b>Fixed assets</b>					
Tangible fixed assets	6		10,139,601		10,249,801
Equity share in manses	7		220,325		220,325
			<u>10,359,926</u>		<u>10,470,126</u>
<b>Current assets</b>					
Debtors	10	667,462		1,049,506	
Cash on deposit at the Central Finance Board		7,429		7,251	
Cash at bank and in hand		14,997		55,817	
		<u>689,888</u>		<u>1,112,574</u>	
<b>Liabilities</b>					
Creditors: amounts falling due within one year	11	(4,149,227)		(3,260,773)	
<b>Net current liabilities</b>			<u>(3,459,339)</u>		<u>(2,148,199)</u>
<b>Total assets less current liabilities</b>			6,900,587		8,321,927
Creditors: amounts falling due in after one year	12		(1,492,087)		(1,958,588)
<b>Total net assets</b>			<u>5,408,500</u>		<u>6,363,339</u>
<b>Represented by:</b>					
Income funds – Unrestricted funds	16		5,237,542		6,185,806
Capital funds – Endowment funds	16		170,958		177,533
<b>Total funds</b>			<u>5,408,500</u>		<u>6,363,339</u>

The notes on pages 22 to 30 form part of these financial statements.

The financial statements were approved by the Trustees, and authorised for issue on 30 May 2024 and are signed on their behalf by:

N.T. Cowgill

Trustee

Rev Nigel Cowgill

NE Tomlinson

Treasurer

Mr Nevil Tomlinson

**Trust balance sheet 31 August 2023**

	Notes	2023 £	2023 £	2022 £	2022 £
<b>Fixed assets</b>					
Tangible fixed assets	6		9,923,662		10,001,640
Equity share in manses	7		220,325		220,325
Investment in trading subsidiary	8		500,000		500,000
			<u>10,643,987</u>		<u>10,721,965</u>
<b>Current assets</b>					
Debtors	10	364,982		506,615	
Cash on deposit at the Central Finance Board		4,955		4,855	
Cash at bank and in hand		<u>14,963</u>		<u>54,710</u>	
		<u>384,900</u>		<u>566,180</u>	
<b>Liabilities</b>					
Creditors: amounts falling due within one year	11	<u>(1,677,119)</u>		<u>(1,373,337)</u>	
<b>Net current liabilities</b>			<u>(1,292,219)</u>		<u>(807,157)</u>
<b>Total assets less current liabilities</b>			<u>9,351,768</u>		<u>9,914,808</u>
Creditors: amounts falling due after more than one year	12		<u>(1,192,083)</u>		<u>(1,558,584)</u>
<b>Total net assets</b>			<u>8,159,685</u>		<u>8,356,224</u>
<b>Represented by:</b>					
Income funds – Unrestricted funds	16		7,988,727		8,178,691
Capital funds – Endowment funds	16		170,958		177,533
<b>Total funds</b>			<u>8,159,685</u>		<u>8,356,224</u>

The notes on pages 22 to 30 form part of these financial statements.

The financial statements were approved by the Managing Trustees, and authorised for issue on *30 May 2024* and are signed on their behalf by:

*N. T. Cowgill*

Rev Nigel Cowgill

*NE Tomlinson*

Mr Nevil Tomlinson

## Consolidated statement of cash flows Year to 31 August 2023

	Notes	2023 £	2022 £
<b>Cash flows from operating activities:</b>			
Net cash provided by operating activities	A	<b>826,221</b>	489,611
<b>Cash flows from investing activities:</b>			
Investment income and interest received		<b>400</b>	2,151
Purchase of tangible fixed assets		<b>(199,609)</b>	(160,180)
<b>Net cash used in investing activities</b>		<b>(199,209)</b>	(158,029)
<b>Cash flows from financing activities:</b>			
Repayments of amounts borrowed		<b>(466,501)</b>	(257,004)
Net cash (used in) financing activities		<b>(466,501)</b>	(257,004)
<b>Change in cash and cash equivalents in the year</b>		<b>160,511</b>	74,578
<b>Cash and cash equivalents at 1 September 2022</b>	B	<b>(580,131)</b>	(654,709)
<b>Cash and cash equivalents at 31 August 2023</b>	B	<b>(419,620)</b>	(580,131)

### A Reconciliation of net movement in funds to net cash used in operating activities

	2023 £	2022 £
<b>Net movement in funds (as per the statement of financial activities)</b>	<b>(957,287)</b>	(376,354)
<b>Adjustments for:</b>		
Depreciation charge	<b>312,257</b>	341,912
Investment income and interest receivable	<b>(400)</b>	(2,151)
Decrease in debtors	<b>382,044</b>	361,359
Increase in creditors	<b>1,089,607</b>	164,845
<b>Net cash provided by operating activities</b>	<b>826,221</b>	489,611

### B Analysis of cash and cash equivalents

	2023 £	2022 £
Cash at bank and in hand	<b>14,997</b>	55,817
Short term deposits	<b>7,429</b>	7,251
Bank overdraft	<b>(442,046)</b>	(643,199)
<b>Total cash and cash equivalents</b>	<b>(419,620)</b>	(580,131)

### C Analysis of changes in net debt

	At 1 September 2022 £	Cash flows £	At 31 August 2023 £
Cash at bank	63,068	(40,642)	<b>22,426</b>
Bank overdraft	(643,199)	201,153	<b>(442,046)</b>
	(580,131)	160,511	<b>(419,620)</b>
RBS loan	(517,827)	171,086	<b>(346,741)</b>
HSBC loans	(1,918,577)	295,685	<b>(1,622,892)</b>
	(2,436,404)	466,771	<b>(1,969,633)</b>
<b>Total net debt</b>	<b>(3,016,535)</b>	627,282	<b>(2,389,253)</b>

### **Basis of accounting**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). Methodist Conference Property at Central Hall Westminster meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy. The functional currency is sterling and the financial statements are rounded to the nearest pound.

### **Going concern**

The Trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable group to continue as a going concern. The Trustees have made this assessment for a period of at least one year from the date of approval of the financial statements.

A review of the Balance Sheet shows net current liabilities of £3,459,339 at 31 August 2023 (2022: £2,148,199). Included within net current liabilities are £2,141,718 (2022: £1,233,374) of deferred income representing amounts invoiced to clients ahead of events by the Company. The Company's business model is that clients hiring the facilities pay in advance. These deposits are not ordinarily refundable to clients. The net current liabilities shown in the Balance Sheet therefore do not represent a future cash outflow of the Trust.

On 25 April 2024 the Trust received a grant of £4,000,000 from the Methodist Church of Great Britain. The purpose of the grant is to compensate the Trust for losses incurred as a result of the enforced closure of the building during the Covid emergency and whilst it re-established commercial operations in the following years.

The receipt of the grant has enabled the repayment of substantially all short-term and long-term debt of the Trust leaving a cash surplus in both Trust and Company accounts. Cashflow projections indicate that both the Trust and Company will remain in surplus funds for the foreseeable future.

After making enquiries the Trustees have concluded that there is a reasonable expectation that the charitable group has adequate resources to continue in operational existence for the foreseeable future. The charitable group therefore continues to adopt the going concern basis in preparing its financial statements.

### **Basis of consolidation**

The consolidated (group) financial statements comprise the Trust and its wholly owned subsidiary Central Hall Westminster Limited.

**Basis of consolidation** (continued)

The results of the trading subsidiary company are presented in the consolidated statement of financial activities by disclosing the income and expenditure derived from its non-charitable trading activities separately from those of the Trust. A summary profit and loss account for the trading subsidiary is included in note 1. The Trust has not prepared its own statement of financial activities, as permitted by paragraph 393 of the SORP.

The subsidiary company's assets and liabilities are consolidated in the balance sheet on a line-by-line basis.

**Tangible fixed assets and depreciation**

***Freehold buildings and improvements***

The Trust has control over and responsibility for a Grade II\* listed structure, the freehold of which is ultimately vested in the Trustees for Methodist Church Purposes. Major improvements to the premises are capitalised and depreciated over their estimated useful life. Balancing obligations of listing against the prospective income flows, the Trustees consider that the historic cost figures are acceptable for the purposes of the financial statements. Depreciation has been provided at 2% per annum, commencing on 1 September 1999 and on improvements which have been capitalised since that date.

***Equity share in manses***

The Trust and the Westminster Circuit jointly own two manses for ministers. As these are functional assets the value shown in the balance sheet is the Trust share at cost. No provision for depreciation is provided in respect of the equity share in manses as the maintenance programme to which the properties are subject ensures that the estimated residual value is not less than cost. The Trustees review the value of the equity shares annually for impairment in order to ensure that the carrying value is not materially different from the residual value of the asset.

***Depreciation***

Depreciation is provided at rates calculated to write off the cost of fixed assets less their estimated residual value over their estimated useful lives as follows:-

- |                                 |                     |
|---------------------------------|---------------------|
| ◆ Property improvements         | over 20 to 50 years |
| ◆ Computer and office equipment | 25% straight line   |
| ◆ Fixtures and fittings         | 10% straight line   |

Individual items costing less than £500 are written off as incurred.

**Trading income, investment income and other income**

Income is recognised in the period in which the Trust is entitled to receipt and the amount can be measured reliably and it is probable that the income will be received.

**Trading income, investment income and other income** (continued)

Income from Central Hall Westminster Limited comprises lettings, hiring and catering income which is measured at the fair value of the consideration received or receivable.

Income also comprises investment income and income from insurance claims.

Investment income from bank deposits is recognised in the period it is receivable, the amount can be measured reliably and it is probable that the income will be received.

Receipts from insurance claims are recognised gross of any expenditure required to rectify related work and are classified as other income.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to make a payment to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis.

**Grant making policy**

Grants payable are accounted for when approved by the Trust and the approval has been communicated to the recipient.

**Cash on deposit**

Cash on deposit includes deposits held at call with the Central Finance Board of the Methodist Church.

**Cash at bank and in hand**

Cash at bank and in hand, includes deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

**Fund structure**

General funds represent those monies which are freely available for application towards achieving any charitable purpose that falls within the charity's charitable objects.

The Endowment Fund relates to the original amounts, totalling £328,758, given by members and friends of the Methodist Church to provide finance to build the Central Hall Westminster. Depreciation on the original cost of the building has been charged to this fund since 1 September 1999 in line with the building depreciation policy.

### **Pensions**

During the year, the Company contributed to the Pension and Assurance Scheme for Lay Employees of the Methodist Church, a defined benefit scheme operated by the Methodist Church. This is a multi-employer scheme, as a result of which it is not possible to identify the assets and liabilities of the Scheme that are attributable to Central Hall Westminster Limited. Contributions are charged to the statement of income and retained earnings as they become payable, including any payments in respect of past service deficits. The Scheme closed to future accrual on 31 May 2019. Since that date, the Company has contributed to a defined contribution scheme operated by Royal London. Contributions are charged to the statement of income and retained earnings as they become payable. In the year to 31 August 2023 contributions to the scheme amounted to £153,727 (2022: £83,235).

### **Operating leases**

Rentals payable under operating leases are charged to expenditure on a straight line basis over the period to which they relate.

### **Financial instruments**

The Trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the Trust's balance sheet when the Trust becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

With the exceptions of prepayments and deferred income all other debtor and creditor balances are considered to be basic financial instruments under FRS 102. Notes 10, 11 and 12 provide details of debtors and creditors.

### **Judgements and key sources of estimation uncertainty**

In the application of the Trust's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The most significant estimates and assumptions which affect the carrying amount of assets and liabilities in the accounts relate to:

***Useful economic lives of tangible fixed assets*** - The annual depreciation charge for tangible fixed assets is sensitive to change in the estimated useful economic lives and residual value of assets. These are reassessed annually and amended where necessary to reflect current circumstances. Depreciation rates are set out on page 17.

**Employee benefits**

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received. Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

# **1 Operating profit of trading subsidiary**

The Trust owns 100% of the issued share capital of Central Hall Westminster Limited, a company incorporated in the United Kingdom and registered in England, company number 3802387.

The Company lets out the conference property and donates under Gift Aid its taxable profit to the Trust to provide resources to support the work of the church known as Methodist Central Hall Westminster (the 'Church').

The net loss of the Company at 31 August 2023 was £763,700 (2022: net gain of £28,787) after Gift Aid donations.

Its trading results, extracted from its audited accounts were as follows:

	2023 £	2022 £
Turnover	8,317,669	5,451,488
Cost of sales	(7,070,412)	(4,592,216)
<b>Gross profit</b>	<b>1,247,257</b>	859,272
Administrative expenses	(2,260,062)	(1,277,131)
<b>Operating loss</b>	<b>(1,012,805)</b>	(417,859)
Interest receivable	300	2,151
Interest payable	(46,474)	(43,398)
Other income	295,279	487,893
<b>Loss (profit) before Gift Aid and Taxation</b>	<b>(763,700)</b>	28,787
Taxation	—	—
<b>Retained (loss) profit for the year</b>	<b>(763,700)</b>	28,787

Included within 'other income' is a contribution of £120,000 from Methodist Conference Property at Central Hall Westminster (2022: £120,000); insurance claims income of £67,656 (2022: £275,690) and Coronavirus Job Retention Scheme income of £nil (2022: £7,691).

<b>Net (liabilities) of trading subsidiary</b>	2023 £	2022 £
Total assets	1,675,308	1,915,282
Total liabilities	(3,931,893)	(3,408,167)
<b>Net liabilities</b>	<b>(2,256,585)</b>	(1,492,885)

## 2 Net expenditure

Net expenditure is stated after charging:

	2023 £	2022 £
Operating lease rentals	9,640	7,620
Depreciation – owned assets	344,022	341,192
Auditor's remuneration		
. current year (group)	22,550	18,150
. previous year (group)	7,455	—
. other services	8,197	6,245

## 3 Total expenditure

	2023 £	2022 £
<b>Expenditure on raising funds</b>		
<b>Letting and hiring costs</b>		
Hiring expenses and commissions	913,509	524,863
Wages and salaries (note 5)	2,161,871	1,584,321
Advertising and publicity	33,322	17,718
Maintenance, insurance, heating and lighting	1,723,527	1,096,660
Office and administration costs	258,816	80,550
Legal and professional	221,825	144,358
Depreciation	61,320	61,661
Bad debts	2,020	(1,885)
Other costs	1,395,304	907,733
	<b>6,771,514</b>	<b>4,415,979</b>

	2023 £	2022 £
<b>Expenditure on raising funds</b>		
<b>Catering costs</b>		
Subcontracted catering costs	2,007,686	1,249,083

	2023 £	2022 £
<b>Charitable activities</b>		
Grants to the church	180,000	130,000
Depreciation of the building	282,695	280,251
Wages and salaries (note 5)	44,770	43,543
Legal and professional fees (note 4)	28,881	5,774
Trustees' travel expenses reimbursed	60	56
Auditor's remuneration – current year (note 4)	22,550	18,150
Auditor's remuneration – previous year (note 4)	7,455	—
	<b>566,411</b>	<b>477,774</b>

#### 4 Governance costs

	Costs of raising funds £	Charitable activities £	Total 2023 £
<b>2023</b>			
Auditor's remuneration – current year	—	22,550	22,550
Auditor's remuneration – previous year	—	7,455	7,455
Legal and professional fees	221,825	28,881	250,706
	<b>221,825</b>	<b>58,886</b>	<b>280,711</b>
	Costs of raising funds £	Charitable activities £	Total 2022 £
<b>2022</b>			
Auditor's remuneration – current year	—	18,150	18,150
Legal and professional fees	144,358	5,830	150,188
	<b>144,358</b>	<b>23,924</b>	<b>168,338</b>

#### 5 Staff costs – Group

The average number of employees during the year was:

	2023 No.	2022 No.
Hirings and lettings	48	36
Support services	1	1
	<b>49</b>	<b>37</b>

Cost for these employees was:

	2023 £	2022 £
Wages and salaries	1,835,882	1,369,270
Social security costs	195,266	143,523
Pension costs	154,942	96,819
Temporary staff	20,551	18,252
	<b>2,206,641</b>	<b>1,627,864</b>

The number of employees in the group whose emoluments (excluding pension contributions) exceeded £60,000 were:

	2023 No.	2022 No.
£110,000 - £119,999	1	—
£90,000 - £99,999	1	1
£80,000 - £89,999	1	—
£70,000 - £79,999	1	2

In connection with these higher paid employees, employer pension contributions were paid totalling £50,384 (2022: £25,170).

## 5 Staff costs – Group (continued)

The Trust considers its key management personnel comprise the Trustees, the Chief Executive Officer and three executive directors. The total employment benefits including employer pension and national insurance contributions of the key management personnel were £383,417 (2022: £349,952). Those employees which exceeded £60,000 are considered key management personnel and are included in the above disclosure.

No Trustees received remuneration during the year (2022: none).

## 6 Tangible fixed assets

Group	Freehold buildings and improvements £	Fixtures and fittings £	Computer and office equipment £	Total £
<b>Cost</b>				
At 1 September 2022	14,195,910	960,341	34,292	<b>15,190,543</b>
Additions	204,717	26,518	2,580	<b>233,815</b>
At 31 August 2023	<u>14,400,627</u>	<u>986,859</u>	<u>36,872</u>	<b>15,424,358</b>
<b>Depreciation</b>				
At 1 September 2022	4,194,270	728,153	18,319	<b>4,940,742</b>
Charge for the year	282,695	53,188	8,132	<b>344,015</b>
At 31 August 2023	<u>4,476,965</u>	<u>781,341</u>	<u>26,451</u>	<b>5,284,757</b>
<b>Net book value</b>				
At 31 August 2023	<u>9,923,662</u>	<u>205,518</u>	<u>10,421</u>	<b>10,139,601</b>
At 31 August 2022	<u>10,001,640</u>	<u>232,181</u>	<u>15,973</u>	<b>10,249,801</b>

Trust	Freehold buildings and improvements £	Total £
<b>Cost</b>		
At 1 September 2022	14,195,910	<b>14,195,910</b>
Additions	204,717	<b>204,717</b>
At 31 August 2023	<u>14,400,627</u>	<b>14,400,627</b>
<b>Depreciation</b>		
At 1 September 2022	4,194,270	<b>4,194,270</b>
Charge for the year	282,695	<b>282,695</b>
At 31 August 2023	<u>4,476,965</u>	<b>4,476,965</b>
<b>Net book value</b>		
At 31 August 2023	<u>9,923,662</u>	<b>9,923,662</b>
At 31 August 2022	<u>10,001,640</u>	<b>10,001,640</b>

## 7 Equity share in manses

	Leasehold properties £
<b>Group and Trust</b>	
<b>Cost</b>	
At 1 September 2022 and 31 August 2023	220,325

## 8 Investment in trading subsidiary

	2023 £	2022 £
<b>Trust</b>		
Share capital	500,000	500,000

The summarised balance sheet of the subsidiary company is as follows:

	2023 £	2022 £
Fixed assets	215,939	248,161
Current assets	1,459,369	1,667,121
Liabilities	(3,931,893)	(3,408,167)
<b>Net funds</b>	<b>(2,256,585)</b>	<b>(1,492,885)</b>

## 9 Taxation

The Trust as a registered charity, is exempt from taxation on its income and gains falling within Section 505 of the Taxes Act 1988 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that they are applied to its charitable objectives. No tax charge has arisen in the year in the Trust.

For the year ended 31 August 2023 there is no tax charge as a result of the company recording a loss in 2023. The Company will continue to pay all of its taxable profits to the parent undertaking in the future. No gift aid was payable to the Trust due to the taxable losses arising.

## 10 Debtors

	2023 £	2022 £
<b>Group</b>		
Trade debtors	384,754	461,038
Other debtors	71,289	345,341
Prepayments and accrued income	211,419	243,127
	<b>667,462</b>	<b>1,049,506</b>
<b>Trust</b>		
Amounts due from subsidiary undertaking	222,450	222,450
Other debtors	127,409	271,841
Prepayments	15,123	12,324
	<b>364,982</b>	<b>506,615</b>

# 11 Creditors: amounts falling due within one year

Group	2023 £	2022 £
Bank overdraft	442,046	643,199
Royal Bank of Scotland loan (note 12)	182,400	182,400
HSBC loans (note 12)	295,416	295,416
Trade creditors	563,276	461,321
Deferred income (see below)	2,141,718	1,233,374
Other taxes and social security	59,660	—
Other creditors and accruals	305,782	171,601
VAT payable	158,929	273,462
	<b>4,149,227</b>	<b>3,260,773</b>

Trust	2023 £	2022 £
Royal Bank of Scotland loan (note 12)	182,400	182,400
HSBC loan (note 12)	195,420	195,420
Trade creditors	57,810	140,914
Amounts owed to subsidiary undertaking (note 1)	746,556	620,000
Income in advance from subsidiary undertaking	185,375	185,374
Other income in advance	230,000	—
Other creditors and accruals	11,699	45,648
VAT payable	67,859	3,581
	<b>1,677,119</b>	<b>1,373,337</b>

Deferred income for the Group includes letting deposits and other sales invoiced for events to be held in the next financial year and is analysed as follows:

2023	Brought forward £	Invoiced in the year £	Released in the year £	Carried forward £
Letting deposits in advance	1,233,374	7,731,122	(7,052,778)	1,911,718
Other deferred income	—	230,000	—	230,000

2022	Brought forward £	Invoiced in the year £	Released in the year £	Carried forward £
Letting deposits in advance	1,507,861	6,415,793	(6,690,280)	1,233,374

# 12 Creditors: amounts falling due after more than one year

Group	2023 £	2022 £
Royal Bank of Scotland loan	164,341	335,427
HSBC loan	1,327,746	1,623,161
	<b>1,492,087</b>	<b>1,958,588</b>

## 12 Creditors: amounts falling due after more than one year (continued)

Trust	2023 £	2022 £
Royal Bank of Scotland loan	164,341	335,427
HSBC loan	1,027,742	1,223,157
	<b>1,192,083</b>	<b>1,558,584</b>

The Trust loan from the Royal Bank of Scotland is unsecured, carries interest at 1% over the Bank of England's base rate and is repayable by substantially equal monthly instalments over a period of 18 years commencing April 2007. In addition to the balance falling due after more than one year as shown above, £182,400 (2022: £182,400) is due within one year (note 11).

The Trust loan from HSBC, £1,500,000 is unsecured and carries interest at 3.5% over the Bank of England's base rate. The loan is repayable over 5 years, with monthly repayments in years 2 to 5 equivalent to the repayment schedule for a loan repayable over 9 years. The balance remaining at the end of year 5 is due for payment at the end of the 5-year repayment term. £1,027,742 is included within amounts due after more than one year and £195,420 is included within amounts due within one year (note 11).

The company loan from HSBC, £500,000, is unsecured, carries interest at 3.99% over the Bank of England's base rate and is repayable by substantially equal monthly instalments over a period of 5 years commencing September 2022. £99,996 is included within current creditors and £300,004 is included within creditors due after more than one year.

## 13 Capital commitments

At 31 August 2023 the Group had no capital commitments (2022: none).

## 14 Operating leases – Group

The following total commitments existed at 31 August 2023 in respect of non-cancellable operating leases:

	Office equipment	
	2023 £	2022 £
Within 1 year	9,640	7,620
	<b>9,640</b>	<b>7,620</b>

## 15 Related parties

### *Parent undertaking*

The ultimate holding entity of the Trust is the Methodist Church. During the year the Trust donated £120,000 (2022: £130,000) to the Church.

The Methodist Church rents a room in Central Hall Westminster and during the year paid £7,500 to the Trust (2022: £nil). There were no other material transactions with other entities controlled by the Methodist Church with exception of the Pension and Assurance Scheme for Lay Employees of the Methodist Church as detailed in the accounting policies.

## 15 Related parties (continued)

### *Parent undertaking (continued)*

One Trustee was reimbursed travelling expenses during the year of £60 (2022: £56). One Trustee occupies a manse rent free in his capacity as a Minister of the Church. The manse is a property in which the Trust has an equity share.

### *Trading subsidiary*

The Trust owns 100% of the issued share capital of Central Hall Westminster Limited, a company incorporated in the United Kingdom and registered in England, company number 3802387 (note 1).

The Trust has issued guarantees to HSBC in respect of amounts owed to HSBC by its trading subsidiary, Central Hall Westminster Limited, under a £500,000 loan facility and a £1,500,000 overdraft facility. Drawings under the overdraft facility were £442,046 at 31 August 2023 (2022: £643,199).

## 16 Analysis of net assets between funds

<b>Group – 2023</b>	<b>Unrestricted funds £</b>	<b>Endowment funds £</b>	<b>Total 2023 £</b>
Tangible fixed assets	9,968,643	170,958	10,139,601
Equity share in manses	220,325	—	220,325
Net current liabilities	(3,459,339)	—	(3,459,339)
Long term liabilities	(1,492,087)	—	(1,492,087)
	<b>5,237,542</b>	<b>170,958</b>	<b>5,408,500</b>

<i>Group – 2022</i>	<i>Unrestricted funds £</i>	<i>Endowment funds £</i>	<i>Total 2022 £</i>
<i>Tangible fixed assets</i>	<i>10,072,268</i>	<i>177,533</i>	<i>10,249,801</i>
<i>Equity share in manses</i>	<i>220,325</i>	<i>—</i>	<i>220,325</i>
<i>Net current liabilities</i>	<i>(2,148,199)</i>	<i>—</i>	<i>(2,148,199)</i>
<i>Long term liabilities</i>	<i>(1,958,588)</i>	<i>—</i>	<i>(1,958,588)</i>
	<b>6,185,806</b>	<b>177,533</b>	<b>6,363,339</b>

<b>Trust – 2023</b>	<b>Unrestricted funds £</b>	<b>Endowment funds £</b>	<b>Total 2023 £</b>
Tangible fixed assets	9,752,704	170,958	9,923,662
Equity share in manses	220,325	—	220,325
Investment in trading subsidiary	500,000	—	500,000
Net current liabilities	(1,292,219)	—	(1,292,219)
Long term liabilities	(1,192,083)	—	(1,192,083)
	<b>7,988,727</b>	<b>170,958</b>	<b>8,159,685</b>

**16 Analysis of net assets between funds (continued)**

	<i>Unrestricted funds</i>	<i>Endowment funds</i>	<i>Total 2022</i>
<i>Trust – 2022</i>	<i>£</i>	<i>£</i>	<i>£</i>
<i>Tangible fixed assets</i>	9,824,107	177,533	10,001,640
<i>Equity share in manses</i>	220,325	—	220,325
<i>Investment in trading subsidiary</i>	500,000	—	500,000
<i>Net current liabilities</i>	(807,157)	—	(807,157)
<i>Long term liabilities</i>	(1,558,584)	—	(1,558,584)
	<u>8,178,691</u>	<u>177,533</u>	<u>8,356,224</u>